



Greenfield Environmental Multistate Trust LLC,  
Trustee of the Multistate Environmental Response Trust  
By Greenfield Environmental Trust Group, Inc., Member  
P.O. Box 1189 Helena, Montana 59624  
Telephone: (406)457-2142  
Email: [jr@g-etg.com](mailto:jr@g-etg.com)

November 7, 2018

**By Electronic Mail**

Robert Yalen  
U.S. Department of Justice

Alan Tenenbaum  
U.S. Department of Justice

Erica Pencak  
U.S. Environmental Protection Agency

Beata Gruszeka  
U.S. Environmental Protection Agency

Hollis Luzecky  
U.S. Environmental Protection Agency

Frederick Phillips  
U.S. Department of Justice

**Subject: Second Quarter 2018 Financial Statements**

Greenfield Environmental Multistate Trust, LLC, Trustee of the Multistate Environmental Response Trust (the Multistate Trust), hereby submits the attached financial statements for the Multistate Trust - Multistate Administrative Account to the beneficiaries.

The attached financial statements cover the six months ended June 30, 2018 and year ended December 31, 2017 and are submitted pursuant to the Multistate Trust's obligations under ¶6.1 of the Environmental Response Trust Agreement.

This report is intended solely for the information and use of the Multistate Trust, the Trustee, the United States, and the State Beneficiaries of the Multistate Trust and is not intended to be and should not be used by anyone other than these specified parties. This restriction is not intended to limit distribution of this report, which distributing to the United States and/or State Beneficiaries, may render it a matter of public record.

Please do not hesitate to contact me, Cindy Brooks, or Marc Weinreich with any questions pertaining to the attached.

Sincerely,

Greenfield Environmental Multistate Trust, LLC  
Trustee of the Multistate Environmental Response Trust  
By: Greenfield Environmental Trust Group, Inc., Member

A handwritten signature in blue ink that reads 'Jen Roberts, CPA'. Below the signature is a horizontal line.

Name: Jennifer Roberts, CPA  
Title: Director of Financial Affairs

Enclosure

cc: Cynthia Brooks  
Marc Weinreich



Wipfli LLP  
P.O. Box 1699  
Helena, MT 59624  
910 North Last Chance Gulch  
Helena, MT 59601  
406.442.5520  
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## Accountant's Compilation Report

To the Trustees and Beneficiaries  
Greenfield Environmental Multistate Trust Group LLC  
Trustee for the Multistate Environmental Response Trust  
Multistate Administrative Account

The Trustees are responsible for the accompanying special purpose financial statements of Multistate Administrative Account, which comprise the statements of net trust assets as of June 30, 2018 and December 31, 2017, and the related statements of changes in net trust assets for the six months ended June 30, 2018 and the year ended December 31, 2017 and for determining that the special purpose basis of accounting is an acceptable financial reporting framework. We have performed a compilation engagement in accordance with *Statements on Standards for Accounting and Review Services* promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by the trustees. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The financial statements are prepared in accordance with the special purpose basis of accounting in accordance with the requirements of the Trust's obligations under ¶16.1 of the Environmental Response Trust Agreement, which is a basis of accounting other than accounting principles generally accepted in the United States.

Management has elected to omit substantially all the disclosures ordinarily included in financial statements prepared in accordance with the prescribed format basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Trust's assets, liabilities, net assets, additions, and deductions. Accordingly, the financial statements are not designed for those who are not informed about such matters.

### Supplementary Information

The Quarterly Investment Presentation and Budget to Actual supplementary information is presented for purposes of additional analysis and is not a required part of the special purpose financial statements. This information is the representation of the trustees. The information was subject to our compilation engagements; however, we have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such supplementary information.

We are not independent with respect to Multistate Environmental Response Trust.

*Wipfli LLP*

Wipfli LLP  
November 7, 2018  
Helena, MT

Multistate Environmental Response Trust  
Statements of Net Trust Assets  
Multistate Administrative Account  
As of June 30, 2018 and December 31, 2017

	<b>6/30/2018</b>	<b>12/31/2017*</b>
<b>Assets</b>		
Cash	\$ 333,797.49	\$ 461,781.45
Due from other funds	73,917.00	59,132.15
Investments	50,008,045.51	51,551,499.21
Total Assets	<u>\$ 50,415,760.00</u>	<u>\$ 52,072,412.81</u>
<b>Liabilities</b>		
Accounts Payable	\$ 305,531.01	\$ 450,333.72
Due to other funds	160,965.94	116,141.89
Net Trust Assets, Administrative	49,949,263.05	51,505,937.20
Total Liabilities & Net Trust Assets	<u>\$ 50,415,760.00</u>	<u>\$ 52,072,412.81</u>

Statements of Changes in Net Trust Assets  
For the Six Months Ended June 30, 2018 and Year Ended December 31, 2017

	<b>Six Months Ended 6/30/18</b>	<b>Year Ended 12/31/17*</b>
<b>Deductions from Net Trust Assets:</b>		
1.A - Financial Affairs	\$ 340,563.78	\$ 799,248.22
1.B - Taxes	100,605.86	521,734.58
1.C - Site Security & Property Mgmt	215,439.03	513,372.51
1.D - Insurance	107,454.80	176,493.41
1.E - Project Fees & Expenses	332,683.34	649,952.37
1.F - Legal Affairs	250,818.68	463,291.00
1.G - Overall Trust IT, Records & Docs	33,010.13	35,766.07
1.K - 3% Other Sites Admin	106,926.75	57,321.25
1.L - Property Dispositions	260,723.53	346,742.00
Total Deductions from Net Trust Assets	<u>1,748,225.90</u>	<u>3,563,921.41</u>
<b>Additions (decreases) to Net Trust Assets:</b>		
I - Leases Income (expenses)	1,134.25	7,615.22
Investment income, net of expenses	343,356.93	502,455.32
Unrealized gain (loss) on investments	(152,939.43)	(221,662.96)
Change in Net Trust Assets	<u>(1,556,674.15)</u>	<u>(3,275,513.83)</u>
Net Trust Assets, Administrative Beginning **	51,505,937.20	54,781,451.03
Net Trust Assets, Administrative End	<u>\$ 49,949,263.05</u>	<u>\$ 51,505,937.20</u>
Original Amount Funded, 2011		\$ 16,936,352.00
Anadarko Settlement Funding, 2015 & 2016		\$ 52,338,018.10

\*2017 Net Trust Assets restated by \$3,000.00 for receipts received in 2017 and reclassified to the appropriate account after the distribution of the 12/31/17 quarter financial statements.

\*\*2016 Net Trust Assets restated by \$18,302.74 for expenses incurred in prior years but not recorded until after the distribution of the 12/31/17 quarter financial statements.

**Multistate Environmental Response Trust**  
**Schedule of Budget to Actual**  
**Multistate Administrative Account**  
**For the Quarter and Six Months Ended June 30, 2018**

	Six Months				
	Apr - Jun 18	Ended 6/30/18	Budget	Variance	% of Budget
Deductions from Net Trust Assets:					
1.A · Financial Affairs	\$ 165,837.94	\$ 340,563.78	\$ 994,650.00	\$ (654,086.22)	34.24%
1.B · Taxes	68,914.27	100,605.86	665,000.00	(564,394.14)	15.13%
1.C · Site Security & Property Mgmt	117,526.13	215,439.03	769,500.00	(554,060.97)	28.0%
1.D · Insurance	49,237.46	107,454.80	200,000.00	(92,545.20)	53.73%
1.E · Project Fees & Expenses	132,382.47	332,683.34	1,014,670.00	(681,986.66)	32.79%
1.F · Legal Affairs	153,634.09	250,818.68	500,000.00	(249,181.32)	50.16%
1.G · Overall Trust IT/Records/Doc's	17,808.18	33,010.13	131,000.00	(97,989.87)	25.2%
1.K · 3% Other Site Fund Admin	68,551.25	106,926.75	526,250.00	(419,323.25)	20.32%
1.L · Property Disposition	127,923.75	260,723.53	896,800.00	(636,076.47)	29.07%
Total Deductions from Net Trust Assets	<u>\$ 901,815.54</u>	<u>\$ 1,748,225.90</u>	<u>\$ 5,697,870.00</u>	<u>\$ (3,949,644.10)</u>	<u>30.68%</u>
Additions to Net Trust Assets:					
MST Leases	\$ 1,134.25	\$ 1,134.25	\$ -	\$ 1,134.25	100.0%
Investment Income, less expense	182,200.46	343,356.93	-	343,356.93	100.0%
Unrealized gain (loss) on investments	(11,835.08)	(152,939.43)	-	(152,939.43)	100.0%
Total Additions to Net Trust Assets	<u>\$ 171,499.63</u>	<u>\$ 191,551.75</u>	<u>\$ -</u>	<u>\$ 191,551.75</u>	<u>100.0%</u>

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Report: Quarterly Investment Presentation  
 Account: MS-Trust AA-AGG  
 Date: 04/01/2018 - 06/30/2018

Cash and Fixed Income Summary	
Risk Metric	Market Value
Cash	13,331
Treasury MMFund	1,629,565
Fixed Income	48,365,149
<b>Total Portfolio</b>	<b>\$ 50,008,046</b>
Duration	1.00
Years to Final Maturity	1.026
Yield	2.219
Avg Credit Rating	AA+/Aa1/AA+
<b>Total Interest Income</b>	<b>\$ 187,063</b>

Issuer Concentration	
Issuer Concentration	Market Value
Government of the United States	96.7%
Treasury MMFund	3.3%
Cash	0.0%
<b>Total Portfolio</b>	<b>100.0%</b>

Compliance Overview	
Status	Compliant
As of	06/30/2018

